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Company Announcements Office
Australian Stock Exchange Limited
Level 6, 20 Bridge Street
Sydney NSW 2000

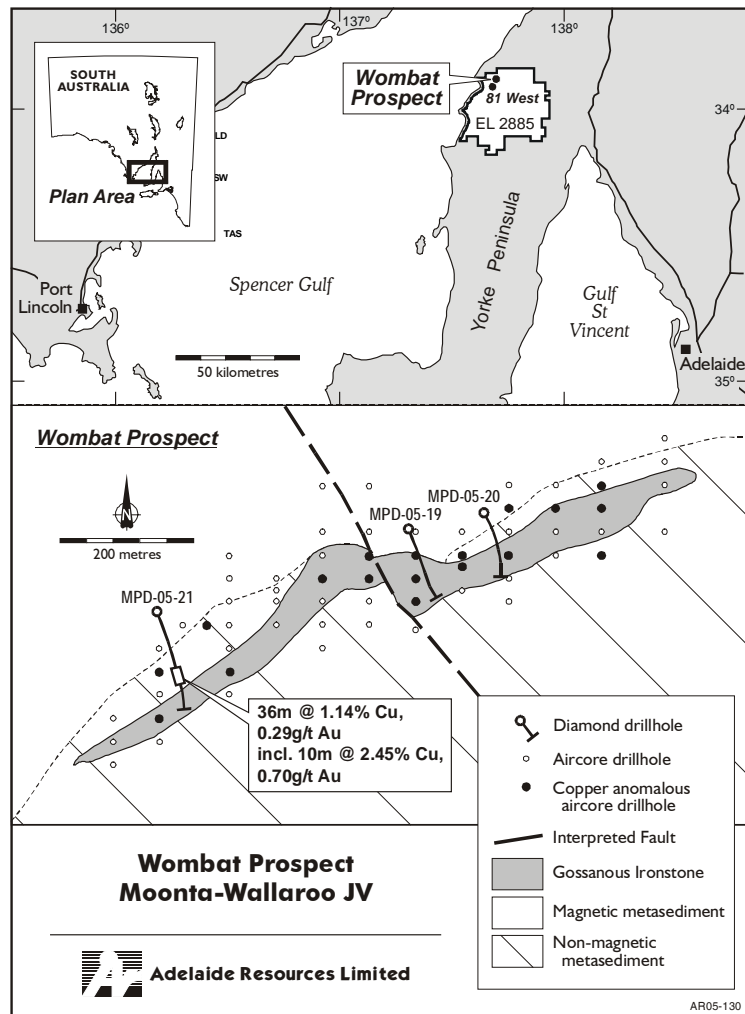
Encouraging Copper-Gold Results from Drilling at Wombat Prospect, South Australia.

Adelaide Resources has received advice of an encouraging copper-gold intersection from one of only three diamond core holes drilled at the Wombat Prospect near Wallaroo, South Australia by the Moonta-Wallaroo Joint Venture. This prospect was discovered earlier this year.

Drillhole MPD-05-21, drilled to a depth of 350.7 metres, returned the following intersection:

- ◆ **10 metres at 2.45% copper and 0.7 g/t gold** from a downhole depth of 259 metres. This interval is contained within a broader zone of lower grade copper which accumulates to **36 metres at 1.14% copper and 0.29 g/t gold** commencing from 239 metres.

The mineralisation is within a magnetite-chlorite shear zone containing secondary copper sulphides. The mineralisation remains open in all directions as shown on the attached plan.



MPD-05-21 was one of three recently completed diamond core holes totalling 959.2 metres testing the Wombat Prospect initially announced on 25 May 2005. Long lower grade copper bearing intervals were intersected in the other two holes including 68 metres at 0.24% copper in MPD-05-19 located 400 metres to the north-east (see table). Despite their lower grade the attractive lengths of these intercepts provide incentive for ongoing exploration.

Results of Diamond Drill Holes – Wombat Prospect

Hole Number	Depth (m)	Hole Inclination	Hole Azimuth	From (m)	To (m)	Interval (m)	Cu %	Au g/t
MPD-05-19	293.8	-57°	160°	66	122	56	0.12	0.05
				190	258	68	0.24	-
MPD-05-20	314.7	-63°	155°	2	41.4	39.4	0.15	-
				112	202	90	0.11	-
MPD-05-21	350.7	-55°	160°	239	275	36	1.14	0.29
<i>including</i>				259	269	10	2.45	0.70

Follow up exploration is expected to commence in December 2005 following the harvest season.

This drilling was completed by the Phelps Dodge Australasia, Inc./Red Metal Limited Alliance which is earning a 70% joint venture interest by spending \$4 million prior to 31 December 2006.

Yours sincerely



Keith Yates
Executive Chairman

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by KR Yates, who is a Fellow of the Australasian Institute of Mining and Metallurgy, and qualifies as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.

For further information please contact Keith Yates on (08) 8271 0600.